DEPARTMENT OF CONSERVATION
DIVISION OF OIL AND GAS
520 KENTUCKY STREET
BAKERSFIELD, CALIFORNIA 93303
(803) 322-4031



Mr. B. Nevill
SHELL CALIFORNIA PRODUCTION INC.
196 S. Fir Street
Ventura, CA. 93301

April 5, 1983

Gentlemen,

On Narch 14, 1983, the California Division of Oil and Gas recieved primacy over Class II injection wells under the Federal U.I.C. program. This primacy enables the D.O.G. to retain regulatory control over the reinjection of produced oilfield water with certain imposed restrictions and changes. Among these restrictions are non-exempt aquifers which have previously been approved for injection.

Under the new regulations, all injection into these non-exempt aquifers must cease by September 14, 1984. One of these zones is the Walker zone in Round Mountain field for which our records show you have a currently approved water disposal project.

An appeal of this decision is being prepared by this Division for submittal to the Environmental Protection Agency. If you have any data you feel may be helpful in this appeal or have any questions regarding the application, please contact this office. Should our appeal be rejected, all injection into the Walker zone, Round Mountain field, must be terminated by the September 14, 1984 deadline date.

Yours Truly,

A. G. Hluza Deputy Supervisor

By Gaid Mitches
Associate Oil & Gas Engineer